Amendments to the Claims:

- 1. (Currently Amended) A method for producing a circuit description of a design, the method comprising:
- a) from the design, selecting a candidate sub-network that includes multiple circuit elements;
- b) generating a parameter based on a set of output functions performed by the selected candidate sub-network;
- c) using the parameter to retrieve a replacement sub-network from a storage structure that stores replacement sub-networks, wherein the replacement sub-network comprises multiple circuit elements, at least one circuit element being independently selectable;
- d) determining whether to replace the selected candidate sub-network with the replacement sub-network in the design; and
- e) if determined to replace the selected candidate sub-network, replacing the selected candidate sub-network with the replacement sub-network in the design; and
- f) iteratively performing the selecting, generating, using, determining, and replacing, wherein during at least one iteration, a candidate sub-network selected from the design comprises at least one but not all circuit elements of a replacement sub-network in the design.
- 2. (Currently Amended) A method for producing a circuit description of a design, the method comprising:
- a) from the design, selecting a candidate sub-network that includes multiple circuit elements;
- b) generating a parameter based on a set of output functions performed by the selected candidate sub-network;

- c) using the parameter to retrieve a replacement sub-network from a storage structure that stores replacement sub-networks, wherein the replacement sub-network comprises multiple circuit elements, at least one circuit element being independently selectable; and
- d) replacing the selected candidate sub-network with the replacement sub-network in the design; and
- e) iteratively performing the selecting, generating, using, and replacing, wherein during at least one iteration, a candidate sub-network selected from the design comprises at least one but not all circuit elements of a replacement sub-network in the design.
- 3. (Currently Amended) The method of claim 2 further comprising identifying a set of output functions performed by the <u>selected candidate</u> sub-network.
- 4. (Original) The method of claim 3, wherein the set of output functions includes only one output function.
- 5. (Original) The method of claim 3, wherein the set of output functions includes a plurality of output functions.
- 6. (Currently Amended) The method of claim 3, wherein each circuit element of the selected candidate sub-network has an output, and each circuit element's output provides a result of one output function performed by the selected candidate sub-network.
- 7. (Currently Amended) The method of claim 3, wherein each circuit element of the selected candidate sub-network has an output, and each output function performed by the

selected candidate sub-network is provided at only a circuit-element output that fans out of the selected candidate sub-network.

- 8. (Currently Amended) The method of claim 3, wherein a particular circuit element of the <u>selected candidate</u> sub-network has more than one outputs, and each output of the particular circuit element provides a result of one output function performed by the selected candidate sub-network.
- 9. (Previously Amended) The method of claim 2 further comprising: receiving a local function for each circuit element of the selected candidate subnetwork; and identifying each output function from the received local functions.
- 10. (Currently Amended) The method of claim 9, wherein each local or output function is represented in terms of a binary decision diagram ("BDD"), and the selected candidate sub-network has at least first and second circuit elements, wherein the first circuit element performs a first local function, and the second circuit element performs a second local function, wherein the BDD of a first output function is derived from the BDD of the first local function, and the BDD of a second output function is derived from the BDD's of at least the first and second local functions.
 - 11. (Previously Amended) The method of claim 2 further comprising receiving the design, wherein the design is a combinational-logic network; selecting additional candidate sub-networks; and

replacing at least some of selected additional sub-networks with replacement subnetworks retrieved from the storage structure;

wherein the replacement of the candidate sub-networks optimizes the combinational-logic network design.

- 12. (Previously Amended) The method of claim 2 further comprising receiving a logical representation of the design; and converting the logical representation of the design to a circuit-level representation; wherein selecting the candidate sub-network includes selecting the candidate sub-network from the circuit-level representation.
- 13. (Currently Amended) The method of claim 2, wherein the parameter is an index for storing the <u>replacement</u> sub-network in the storage structure.
 - 14. (Original) The method of claim 13, wherein the index is a numerical index.
- 15. (Currently Amended) The method of claim 2, wherein the parameter is a set of indices for storing the <u>replacement</u> sub-network in the storage structure.
- 16. (Original) The method of claim 13, wherein the set of indices includes an index for each function in the set of output functions.
 - 17. (Original) The method of claim 16, wherein the indices are numerical indices.

18. (Previously Amended) The method of claim 2 further comprising:

before replacing the candidate sub-network with the replacement sub-network, evaluating whether to replace the selected candidate sub-network with the replacement sub-network;

wherein said replacing is based on the evaluation.

- 19. (Original) The method of claim 18, wherein the evaluating comprises computing a cost function.
 - 20. (Previously Amended) The method of claim 18 further comprising: selecting additional candidate sub-networks;

for each candidate sub-network:

identifying at least one replacement sub-network for each selected candidate sub-network;

evaluating each identified replacement; and

based on the evaluations, determining whether to replace the candidate sub-network with the replacement sub-network identified for the candidate sub-networks.

21. (Currently Amended) The method of claim 18, wherein using the parameter to retrieve the replacement sub-network comprises using the parameter to retrieve several replacement sub-networks, the method further comprising:

evaluating each retrieved <u>replacement</u> sub-network to identify viable replacement candidates;

wherein the replacement sub-network that replaces the candidate sub-network is

one of the viable replacement candidates.

- 22. (Currently Amended) A computer readable medium storing a computer program which when executed by a computer produces a circuit description of a design, the program comprising:
- a) a first set of instructions for selecting, from the design, a candidate subnetwork that includes multiple circuit elements;
- b) a second set of instructions for identifying a set of output functions performed by the sub-network;
- c) a third set of instructions for retrieving, based on the identified set of output functions, a replacement sub-network from a storage structure that stores replacement sub-networks, wherein the replacement sub-network comprises multiple circuit elements, at least one circuit element being independently selectable; and
- d) a fourth set of instructions for replacing the selected candidate subnetwork with the replacement sub-network in the design; and
- e) a fifth set of instructions for iteratively performing the selecting, identifying, retrieving, and replacing, wherein during at least one iteration, a candidate subnetwork selected from the design comprises at least one but not all circuit elements of a replacement sub-network in the design.
- 23. (Original) The computer readable medium of claim 22, wherein the set of output functions includes only one output function.
 - 24. (Original) The computer readable medium of claim 22, wherein the set of output

functions includes a plurality of output functions.

25. (Cancelled)

- 26. (Currently Amended) A computer readable medium storing a computer program which when executed by a computer produces a circuit description of a design, the program comprising:
- a) a first set of instructions for selecting, from the design, a candidate subnetwork that includes multiple circuit elements;
- b) a second set of instructions for generating a parameter based on a set of output functions performed by the selected candidate sub-network;
- c) a third set of instructions for retrieving, using the parameter, a replacement sub-network from a storage structure that stores replacement sub-networks, wherein the replacement sub-network comprises multiple circuit elements, at least one circuit element being independently selectable; and
- d) a fourth set of instructions for replacing the selected candidate subnetwork with the replacement sub-network in the design; and
- e) a fifth set of instructions for iteratively performing the selecting, generating, retrieving, and replacing, wherein during at least one iteration, a candidate subnetwork selected from the design comprises at least one but not all circuit elements of a replacement sub-network in the design.
- 27. (Previously Added) The computer readable medium of claim 26, wherein the set of output functions includes only one output function.

- 28. (Previously Added) The computer readable medium of claim 26, wherein the set of output functions includes a plurality of output functions.
- 29. (Currently Amended) The computer readable medium of claim 26, wherein the parameter is an index for storing the replacement sub-network in the storage structure.
- 30. (Previously Added) The computer readable medium of claim 26 further comprising:

a set of instructions for, before replacing the candidate sub-network, evaluating whether to replace the selected candidate sub-network with the replacement sub-network; wherein said replacing is based on the evaluation.

31. (Currently Amended) The computer readable medium of claim 27 30, wherein the set of instructions for evaluating comprises a set of instructions for computing a cost function.